

TABLE 2
ECONOMICALLY USEFUL LIVES OF VARIOUS CAPITAL ITEMS
REPORTED IN FORM 1220 IN SECTION C-9

DATA ARE BY CUID

HEADEND

Statistic	Amount
Mean	10.820313
Standard Error	#N/A
Median	10
Mode	10
Standard Deviation	2.5966517
Variance	6.7426003
Kurtosis	0.3867011
Skewness	0.6912564
Range	13
Minimum	7
Maximum	20
Sum	5540
Count	512
Confidence Level (95%)	0.224919
Total number of CUIDs in data base	600
Percent reporting Headend data	85.3%

FREQUENCY DISTRIBUTION

0 TO 6.9	0
7.0 TO 8.9	114
9.0 TO 9.9	0
10.0 TO 10.9	165
11.0 TO 11.9	76
12.0 TO 12.9	62
13.0 TO 13.9	0
14.0 TO 14.9	0
15.0 TO 15.9	90
16.0 TO 16.9	0
17.00 TO 19.9	0
20.0 TO 20.9	5
21.0 TO 22.9	0
TOTAL NUMBER OF OBSERVATIONS	512

TABLE 3

**ECONOMICALLY USEFUL LIVES OF VARIOUS CAPITAL ITEMS
REPORTED IN FORM 1220 IN SECTION C-9**

DATA ARE BY CUID

TRANSMISSION FACILITIES & EQUIPMENT

Statistic	Amount
Mean	10.110769
Standard Error	#N/A
Median	12
Mode	5
Standard Deviation	3.9806679
Variance	15.845717
Kurtosis	-1.5373778
Skewness	-0.2349715
Range	10
Minimum	5
Maximum	15
Sum	3286
Count	325
Confidence Level (95%)	0.4327746
Total number of CUIDs in data base	600
Percent reporting Transmission Facilities & Equip. data	54.2%

FREQUENCY DISTRIBUTION

0 TO 4.9	0
5.0 TO 5.9	107
6.0 TO 6.9	0
7.0 TO 7.9	6
8.0 TO 8.9	8
9.0 TO 9.9	0
10.0 TO 10.9	20
11.0 TO 11.9	0
12.0 TO 12.9	99
13.0 TO 14.9	9
15.0 TO 15.9	76
16.0 TO 16.9	0
17.0 TO 19.9	0
20.0 TO 21.9	0
22.0 TO 23.9	0
24.0 TO 26.9	0
TOTAL NUMBER OF OBSERVATIONS	325

TABLE 4

**ECONOMICALLY USEFUL LIVES OF VARIOUS CAPITAL ITEMS
REPORTED IN FORM 1220 IN SECTION C-9**

DATA ARE BY CUID

DISTRIBUTION FACILITIES (TRUNKS, DROPS, ETC.)

Statistic	Amount
Mean	12.480469
Standard Error	#N/A
Median	12
Mode	15
Standard Deviation	2.3706476
Variance	5.61997
Kurtosis	-0.7713768
Skewness	0.2297112
Range	13
Minimum	7
Maximum	20
Sum	6390
Count	512
Confidence Level (95%)	0.2053428
Total number of CUIDs in data base	600
Percent reporting Distribution Facilities data	85.3%

FREQUENCY DISTRIBUTION

0 TO 6.9	0
7.0 TO 7.9	3
8.0 TO 8.9	5
9.0 TO 9.9	4
10.0 TO 10.9	172
11.0 TO 11.9	0
12.0 TO 12.9	124
13.0 TO 13.9	0
14.0 TO 14.0	0
15.0 TO 15.9	199
16.0 TO 16.9	0
17.0 TO 17.9	0
18.0 TO 18.9	0
19.0 TO 19.9	0
20.0 TO 20.9	5
21.0 TO 21.9	0
TOTAL NUMBER OF OBSERVATIONS	512

TABLE 5

**ECONOMICALLY USEFUL LIVES OF VARIOUS CAPITAL ITEMS
REPORTED IN FORM 1220 IN SECTION C-9**

DATA ARE BY CUID

CIRCUIT EQUIPMENT (AMPLIFIERS, ETC.)

Statistic	Amount
Mean	10.680851
Standard Error	#N/A
Median	10
Mode	10
Standard Deviation	3.2844271
Variance	10.787461
Kurtosis	-1.1488627
Skewness	-0.1430946
Range	10
Minimum	5
Maximum	15
Sum	3012
Count	282
Confidence Level (95%)	0.3833386
Total number of CUIDs in data base	600
Percent reporting Circuit Equipment data	47.0%

FREQUENCY DISTRIBUTION

0 TO 4.9	0
5.0 TO 5.9	6
6.0 TO 6.9	59
7.0 TO 7.9	0
8.0 TO 8.9	9
9.0 TO 9.9	0
10.0 TO 10.9	78
11.0 TO 11.9	0
12.0 TO 12.9	58
13.0 TO 13.9	0
14.0 TO 14.9	0
15.0 TO 15.9	72
16.0 TO 16.9	0
TOTAL NUMBER OF OBSERVATIONS	282

TABLE 6

**ECONOMICALLY USEFUL LIVES OF VARIOUS CAPITAL ITEMS
REPORTED IN FORM 1220 IN SECTION C-9**

DATA ARE BY CUID

MAINTENANCE FACILITIES (GARAGES, ETC.)

Statistic	Amount
Mean	26.009901
Standard Error	#N/A
Median	25
Mode	20
Standard Deviation	9.0916908
Variance	82.658842
Kurtosis	-0.7011884
Skewness	0.2548663
Range	33
Minimum	7
Maximum	40
Sum	7881
Count	303
Confidence Level (95%)	1.0236955
Total number of CUIDs in data base	600
Percent reporting Maintenance Facilities data	50.5%

FREQUENCY DISTRIBUTION

0 TO 6.9	0
7.0 TO 9.9	8
10.0 TO 10.9	1
11.0 TO 11.9	0
12.0 TO 12.9	20
13.0 TO 15.9	1
16.0 TO 16.9	0
17.0 TO 17.9	0
18.0 TO 18.9	0
19.0 TO 19.9	0
20.0 TO 20.9	96
21.0 TO 21.9	0
22.0 TO 22.9	0
23.0 TO 23.9	0
24.0 TO 24.9	0
25.0 TO 25.9	74
26.0 TO 26.9	0
27.0 TO 27.9	0
28.0 TO 30.9	33
31.0 TO 33.9	0
34.0 TO 34.9	0

35.0 TO 35.9	0
36.0 TO 36.9	0
37.0 TO 37.9	0
38.0 TO 38.9	0
39.0 TO 39.9	0
40.0 TO 40.9	70
41.0 TO 41.9	0
TOTAL NUMBER OF OBSERVATIONS	303

TABLE 7

**ECONOMICALLY USEFUL LIVES OF VARIOUS CAPITAL ITEMS
REPORTED IN FORM 1220 IN SECTION C-9**

DATA ARE BY CUID

MAINTENANCE VEHICLES AND EQUIPMENT

Statistic	Amount
Mean	4.7586538
Standard Error	#N/A
Median	5
Mode	5
Standard Deviation	1.7816562
Variance	3.1742988
Kurtosis	14.912942
Skewness	3.0037623
Range	12
Minimum	3
Maximum	15
Sum	2474.5
Count	520
Confidence Level (95%)	0.1531333
Total number of CUIDs in data base	600
Percent reporting Maintenance Vehicles and Equip. data	86.7%

FREQUENCY DISTRIBUTION

0 TO 2.9	0
3.0 TO 3.9	134
4.0 TO 4.9	76
5.0 TO 5.9	254
6.0 TO 6.9	2
7.0 TO 7.9	43
8.0 TO 8.9	0
9.0 TO 9.9	0
10.0 TO 10.9	3
11.0 TO 11.9	0
12.0 TO 12.9	0
13.0 TO 13.9	0
14.0 TO 14.9	0
15.0 TO 15.9	8
16.0 TO 16.9	0
TOTAL NUMBER OF OBSERVATIONS	520

TABLE 8

**ECONOMICALLY USEFUL LIVES OF VARIOUS CAPITAL ITEMS
REPORTED IN FORM 1220 IN SECTION C-9**

DATA ARE BY CUID

BUILDINGS (OFFICE)

Statistic	Amount
Mean	25.303785
Standard Error	#N/A
Median	25
Mode	25
Standard Deviation	7.5765452
Variance	57.404038
Kurtosis	-0.0173992
Skewness	0.6995231
Range	30
Minimum	10
Maximum	40
Sum	12702.5
Count	502
Confidence Level (95%)	0.6627761
Total number of CUIDs in data base	600
Percent reporting Buildings (Office) data	83.7%

FREQUENCY DISTRIBUTION

0 TO 9.9	0
10.0 TO 11.9	5
12.0 TO 13.9	20
14.9 TO 15.9	14
16.0 TO 17.9	0
18.0 TO 19.9	1
20.0 TO 20.9	156
21.0 TO 21.9	0
22.0 TO 23.9	0
24.0 TO 24.9	0
25.0 TO 25.9	182
26.0 TO 27.9	0
28.0 TO 29.9	0
30.0 TO 31.9	45
32.0 TO 33.9	0
34.0 TO 35.9	0
36.0 TO 37.9	0
38.0 TO 39.9	0
40.0 TO 40.9	79
41.0 TO 41.9	0
42.0 TO 43.9	0
TOTAL NUMBER OF OBSERVATIONS	502

TABLE 9

**ECONOMICALLY USEFUL LIVES OF VARIOUS CAPITAL ITEMS
REPORTED IN FORM 1220 IN SECTION C-9**

DATA ARE BY CUID

OFFICE FURNITURE AND EQUIPMENT

Statistic	Amount
Mean	9.0762548
Standard Error	#N/A
Median	8
Mode	10
Standard Deviation	2.2441577
Variance	5.0362436
Kurtosis	-0.4713814
Skewness	0.2902607
Range	12
Minimum	3
Maximum	15
Sum	4701.5
Count	518
Confidence Level (95%)	0.1932573
Total number of CUIDs in data base	600
Percent reporting Office Furniture and Equipment data	86.3%

FREQUENCY DISTRIBUTION

0 TO 2.9	0
3.0 TO 3.9	2
4.0 TO 4.9	0
5.0 TO 5.9	10
6.0 TO 6.9	59
7.0 TO 7.9	78
8.0 TO 8.9	112
9.0 TO 9.9	2
10.0 TO 10.9	155
11.0 TO 11.9	0
12.0 TO 12.9	91
13.0 TO 13.9	0
14.0 TO 14.9	0
15.0 TO 15.9	8
16.0 TO 16.9	0
TOTAL NUMBER OF OBSERVATIONS	517

APPENDIX C
RULE CHANGES

Part 76 of Title 47 of the Code of Federal Regulations is amended as follows:

PART 76 - CABLE TELEVISION SERVICE

1. The authority citation for Part 76 continues to read as follows:

AUTHORITY: Sections 2, 3, 4, 301, 303, 307, 308, 309, 48 Stat., as amended 1064, 1065, 1066, 1081, 1082, 1083, 1084, 1085, 1101; 47 U.S.C. §§ 152, 153, 154, 301, 303, 307, 308, 309; §§ 612, 614-615, 623, 632 as amended, 106 Stat. 1460, 47 U.S.C. § 532; § 623, as amended, 106 Stat. 1460; 47 U.S.C. §§ 532, 533, 535, 543, 552.

2. Section 76.922 is amended by revising (g)(6)(i), adding a new (g)(6)(ii), redesignating the existing (g)(6)(ii) - (g)(6)(vii) as (g)(6)(iii) - (g)(6)(viii), and revising (g)(7) as follows:

§ 76.922 Rates for the basic service tier and cable programming service tiers.

(g)(6)(i) Prudent investment by a cable operator in tangible plant that is used and useful in the provision of regulated cable services less accumulated depreciation. Tangible plant in service shall be valued at the actual money cost (or the money value of any consideration other than money) at the time it was first used to provide cable service, except that in the case of systems purchased before May 15, 1994 shall be presumed to equal 66% of the total purchase price allocable to assets (including tangible and intangible assets) used to provide regulated services. The 66% allowance shall not be used to justify any rate increase taken after the effective date of this rule. The actual money cost of plant may include an allowance for funds used during construction at the prime rate or the operator's actual cost of funds during construction. Cost overruns are presumed to be imprudent investment in the absence of a showing that the overrun occurred through no fault of the operator.

(g)(6)(ii) An allowance for start-up losses including depreciation, amortization and interest expenses related to assets that are included in the ratebase. Capitalized start-up losses, may include cumulative net losses, plus any unrecovered interest expenses connected to funding the regulated ratebase, amortized over the unexpired life of the franchise, commencing with the end of the loss accumulation phase. However, losses attributable to accelerated depreciation methodologies are not permitted.

(g)(7) Deferred income taxes accrued after the date upon which the operator became subject to regulation shall be deducted from items included in the ratebase.

3. Section 76.924 is amended by adding new paragraphs (e)(1)(iii) and (e)(2)(iii) to read as follows:

§ 76.924 Allocation to service cost categories.

(e)(1)(iii) All other services cost category. The all other services cost category shall include the costs of providing all other services that are not included the basic service or a cable programming services cost categories as defined in subsections (e)(1)(i) and (ii) of this section.

(e)(2)(iii) The all other services cost category as defined by subsection (1)(iii) of this section.